## AN ORDINANCE 98598

AUTHORIZING THE CITY MANAGER, OR HER DESIGNEE, TO PURCHASE EXCESS LIABILITY AND EXCESS WORKERS' COMPENSATION INSURANCE, AS A PACKAGE POLICY, FOR THE CITY OF SAN ANTONIO FROM STATE NATIONAL INSURANCE COMPANY, THROUGH MCGRIFF, SEIBELS & WILLIAMS OF TEXAS, INC., THE CITY'S BROKER OF RECORD, FOR THE PERIOD DECEMBER 31, 2003 THROUGH DECEMBER 31, 2004, AT AN ANNUAL PREMIUM OF \$630,000.00.

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**WHEREAS**, Excess Liability Insurance provides coverage to the City for covered claims involving commercial general liability, automobile liability, incidental medical malpractice, personal injury, police and professional liability, and employee benefits liability insurance; and

**WHEREAS**, Excess Workers' Compensation Insurance provides protection to the City from catastrophic claims resulting from occupational injuries, illnesses, or diseases; and

WHEREAS, Ordinance No. 96935, passed and approved on December 19, 2002, authorized the purchase of Excess Liability and Excess Workers' Compensation Insurance, and this Ordinance will approve continuance of this type of insurance protection for the City of San Antonio; and

WHEREAS, through McGriff, Seibels & Williams of Texas, Inc., the City's Broker of Record, a competitive process, as well as marketing activities, were used to secure a provider of said insurance; and

WHEREAS, the Risk Management Division and the City's Broker of Record evaluated the proposals solicited for these types of coverages and recommend the purchase of Excess Liability and Excess Workers' Compensation Insurance from State National Insurance Company, with an annual premium totaling \$630,000.00 for both coverages; NOW THEREFORE:

## BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SAN ANTONIO:

**SECTION 1.** The City Manager, or her designee, is hereby authorized to purchase Excess Liability and Excess Workers' Compensation Insurance, as a package policy, from State National Insurance Company through McGriff, Seibels & Williams of Texas, Inc., the City's Broker of Record, for a one-year period beginning December 31, 2003, and ending December 31, 2004, at a cost of \$630,000.00, with a policy limit of \$4,500,000.00.

**SECTION 2.** The amount of \$223,200.00 is authorized to be encumbered in Fund 75-003000, Workers' Compensation Program, in Index Code 433391, entitled Reinsurance Premiums, and is to be made payable to McGriff, Seibels and Williams of Texas, Inc., the City's Broker of Record, for the purchase of Excess Workers' Compensation Insurance from State National Insurance Company for a coverage period from December 31, 2003 to December 31, 2004.

SECTION 3. The amount of \$406,800.00 is authorized to be encumbered in Fund 75-001000, Insurance Reserve Fund, in Index Code 500546, entitled Ins Prem-Excess Liab 100,000, and is to be made payable to McGriff, Seibels and Williams of Texas, Inc., the City's Broker of Record, for the purchase of Excess Liability Insurance from State National Insurance Company for a coverage period from December 31, 2003 to December 31, 2004.

**SECTION 4.** The financial allocations in this Ordinance are subject to approval by the Director of Finance. The Director may, subject to concurrence by the City Manager, or her designee, correct allocation to specific Index Code and Fund Numbers as necessary to carry out the purpose of this Ordinance.

**SECTION 5.** This ordinance shall take effect on December 31, 2003.

PASSED AND APPROVED this 18th day of December, 2003.

M R

EDWARD D. GARZA

Alab L. Lederne City Clerk

APPROVED AS TO FORM: My City Attorney